number of conditions in the current marketplace for wireless services make it unlikely that successful coordination would occur. 135

- Product heterogeneity. Competition among wireless carriers takes a variety of different forms. Carriers compete not only on the basis of rate plan pricing, but also on plan features, handset offerings and pricing, exclusive content offerings, and service quality, among other things. Carriers compete with a wide variety of plans, offerings, subsidies, and rebates including handset subsidies, free minutes, peak and off-peak periods, roaming charges, free long distance, and free mobile-to-mobile calls, group and family calling plans, and many others. The Commission has previously found that the degree of product homogeneity is a factor which can facilitate or hinder coordination, with coordination being more difficult where products are diverse. The composition of the products are diverse.
- Excess capacity and ease of expansion. Competitors that possess excess capacity
   could readily increase their output of wireless services in order to take advantage

<sup>135</sup> See Willig/Orszag Decl. ¶¶ 42-47.

<sup>&</sup>lt;sup>136</sup>Eleventh CMRS Competition Report ¶¶ 3, 29, 90-100 (stating that "competitive pressure continues to drive carriers to introduce innovative pricing plans and service offerings, and to match the pricing and service innovations introduced by rival carriers," discussing handset offerings, "mobile to anyone," family plans, prepaid service plans, and content offerings such as text messaging, web browsing, and other cell phone content, and stating that "the deployment of next-generation networks based on competing technological standards continues to be an important dimension of non-price rivalry.").

<sup>&</sup>lt;sup>137</sup> See id. ¶ 90 (national pricing plans, free long distance, and family plans), ¶ 91 ("mobile to anyone" plans), ¶ 92 (reduction in early termination fees), ¶¶ 93-94 (pre-paid service plans), ¶¶ 95-100 (mobile data pricing and content offerings); *Ninth CMRS Competition Report* ¶ 113 (handset pricing).

<sup>&</sup>lt;sup>138</sup> Cingular/AT&T Wireless Order ¶ 156; see also Denali/Alaska DigiTel Order ¶ 68 n.206; Midwest Wireless Order ¶ 46 n.173; Sprint/Nextel Order ¶ 75.

- of the increased demand that would result if carriers attempted to elevate prices through tacit or explicit coordination. 139
- Cheating would be easy to accomplish and difficult to detect. This would make it difficult for rivals to punish. 140 For example, facilities-based competitors could cheat on a coordinated pricing or market division-type agreement among carriers by selling cheaply to a reseller, or by signing roaming agreements. Each of those approaches would have the effect of increasing the carrier's output the minutes of use that customers enjoy on their networks without changing the prices or terms of service on their own plans. Increases in output exert downward pressure on prices. 141
- <u>Uncertainty of future demand</u>. In the wireless industry, in which there is rapid technological change and rollout of new services, including mobile broadband, mobile video, Wi-Fi, WiMax, and others, there is likely to be uncertainty about future levels of demand for any given service. <sup>142</sup> Coordination may be more difficult in a market with relatively frequent demand or cost fluctuations among firms. <sup>143</sup>

<sup>&</sup>lt;sup>139</sup> See Willig/Orszag Decl. ¶ 45; see also Cingular/AT&T Wireless Order ¶ 135 ("[I]t will generally be feasible for firms to add customers quickly because excess capacity is often available and because non-trivial increases in the capacity to serve customers can be realized rapidly.").

<sup>&</sup>lt;sup>140</sup> Willig/Orszag Decl. ¶ 46.

<sup>&</sup>lt;sup>141</sup> Dep't. of Justice & Fed. Trade Comm'n, Commentary on the Horizontal Merger Guidelines (Mar. 2006), available at http://www.usdoj.gov/atr/public/guidelines/215247.pdf ("[T]he Agencies consider whether proposed mergers would, once consummated, likely provide the incentive to restrict capacity or output significantly and thereby drive up prices.").

<sup>&</sup>lt;sup>142</sup> Willig/Orszag Decl. ¶ 47.

<sup>&</sup>lt;sup>143</sup> Dep't. of Justice & Fed. Trade Comm'n, Horizontal Merger Guidelines, § 2.12 (1992, amended 1997), available at http://www.ftc.gov/bc/docs/horizmer.htm.

In light of all these conditions in the marketplace, there is no reason for concern that the acquisition of Dobson by AT&T would result in coordinated effects, whether tacit or explicit.

As the Willig/Orszag Declaration explains, deviation from the terms agreed upon by a hypothetical cartel would be too easy and too hard to punish, and the profits of such "cheating" would simply be too great for coordination to be sustained. 144

#### B. Wholesale Roaming Services

The merger will not have an adverse effect on the market for wholesale roaming services. The merged company will continue to have strong incentives to make roaming services available to potential roaming partners at competitive rates. As the Commission found in connection with the Cingular/AT&T Wireless merger:

- Nationwide carriers have strong incentives to enter into reciprocal roaming agreements with other carriers to fill in coverage gaps (which every carrier has) and meet consumer demand for nationwide single-rate calling plans. 145
- Competition and the need to generate revenues prevent nationwide carriers from refusing to enter into roaming agreements with other carriers or increasing rates above competitive levels.<sup>146</sup>
- The presence of two nationwide and several regional carriers using GSM technology is sufficient to ensure continued availability of roaming services at competitive rates. 147

The Commission's findings have been borne out, and there is no reason to believe that the small addition to AT&T's customer base as a result of this proposed merger – amounting to less than one percent of subscribers nationwide – will result in a different outcome. After this transaction, there will still be two nationwide GSM carriers and several regional carriers offering

<sup>&</sup>lt;sup>144</sup> Willig/Orszag Decl. ¶ 45.

<sup>&</sup>lt;sup>145</sup> See Cingular/AT&T Wireless Order ¶ 176.

<sup>146</sup> See id.

<sup>&</sup>lt;sup>147</sup> See id. ¶¶ 173, 177.

roaming services. AT&T's roaming agreements are negotiated on a large-scale basis and generally contain reciprocal rate terms. <sup>148</sup> Competition among wireless carriers continues at an intense pace, and roaming services using GSM technology are readily available. <sup>149</sup> Further, AT&T currently has 52 domestic roaming agreements. While the merger will internalize hundreds of millions of dollars that AT&T and Dobson currently pay each other for roaming, thus lowering the marginal cost of providing service, it will not eliminate AT&T's need for roaming. <sup>150</sup> Indeed, AT&T will continue to send substantially more roaming traffic to other carriers than AT&T receives. Hence, AT&T will continue to be a net payor of roaming fees. <sup>151</sup> Because AT&T relies on roaming arrangements to provide nationwide service to its subscribers, AT&T has an ongoing incentive to preserve reasonable roaming agreements with carriers of all sizes. <sup>152</sup>

#### VII. RELATED GOVERNMENTAL FILINGS

The Department of Justice will conduct its own review of the competitive aspects of this transaction pursuant to the Hart-Scott-Rodino Antitrust Improvement Act of 1976<sup>153</sup> and the rules promulgated thereunder. The Applicants will submit a pre-merger notification form and an associated documentary appendix to the Department and the Federal Trade Commission, and they fully expect that this review will confirm that the merger of AT&T and Dobson is in the public interest and not anticompetitive. In addition, the Applicants will petition the Public

<sup>&</sup>lt;sup>148</sup> Moore Decl. ¶ 34.

<sup>&</sup>lt;sup>149</sup> *Id.* 

<sup>&</sup>lt;sup>150</sup> *Id.* ¶ 35.

<sup>&</sup>lt;sup>151</sup> Id.

<sup>&</sup>lt;sup>152</sup> Further, AT&T is by far the largest purchaser of wholesale roaming services from Dobson. As noted earlier, in 2006 AT&T accounted for 84 percent of Dobson's roaming traffic.

<sup>&</sup>lt;sup>153</sup> 15 U.S.C. § 18a (2000).

Service Commission of West Virginia alternatively for consent and approval in advance to the merger pursuant to West Virginia Code § 24-2-12 or for an order exempting the transaction from review under that provision. 154

#### VIII. MISCELLANEOUS REGULATORY ISSUES

In addition to seeking the Commission's approval of the transfers of control of the authorizations and spectrum leases covered in these applications, the Applicants also request approval for the additional authorizations described below.

#### A. After-Acquired Authorizations

While the list of call signs and file numbers referenced in each application is intended to be complete and to include all of the licenses, authorizations and *de facto* transfer spectrum leases held by the respective licensees or lessees that are subject to the transaction, Dobson licensees or lessees may now have on file, and may hereafter file, additional requests for authorizations for new or modified facilities which may be granted or may enter into new spectrum leases before the Commission takes action on these transfer applications. Accordingly, the Applicants request that any Commission approval of the applications filed for this transaction include authority for AT&T to acquire control of: (1) any authorization issued to the respective licensees/transferors during the pendency of the transaction and the period required for consummation of the transaction; (2) any construction permits held by the respective licensees/transferors that mature into licensees after closing; (3) any applications that are pending at the time of consummation; and (4) any *de facto* transfer leases of spectrum into which Dobson

<sup>&</sup>lt;sup>154</sup> AT&T believes that Section 332(c)(3) of the Communications Act, 47 U.S.C. § 332(c)(3) (2000), preempts review by the West Virginia PSC and has reserved its rights to assert that position notwithstanding its petition to that body.

subsidiaries enter as lessees during the pendency of the transaction and the period required for consummation of the transaction. Such action would be consistent with prior decisions of the Commission. Moreover, because AT&T is acquiring Dobson and all of its FCC authorizations and *de facto* transfer leases of spectrum, AT&T requests that Commission approval include any authorizations or leases that may have been inadvertently omitted or any spectrum manager leases that may be inadvertently omitted when AT&T and Dobson file the appropriate notifications. <sup>156</sup>

### B. Trafficking

To the extent any authorizations for unconstructed systems are covered by this transaction, these authorizations are merely incidental, with no separate payment being made for any individual authorization or facility. Accordingly, there is no reason to review the transaction from a trafficking perspective, <sup>157</sup> and Section 1.2111(a) does not require disclosure of the Agreement and Plan of Merger (the "Merger Agreement") even though certain of Dobson's licenses (the AWS licenses acquired in Auction 66) were acquired at auction within the last three

<sup>155</sup> See, e.g., SBC/AT&T Merger Order ¶ 212; Cingular/AT&T Wireless Order ¶ 275; In re Applications for Consent to the Transfer of Control of Licenses and Section 214 Authorizations from S. New Eng. Telecomms. Corp., Transferor, to SBC Commc'ns, Inc., Transferee, Memorandum Opinion and Order, 13 FCC Rcd. 21292, 21317 ¶ 49 (1998); In re Applications of Pac. Telesis Group and SBC Commc'ns Inc., Memorandum Opinion and Order, 12 FCC Rcd. 2624, 2665 ¶ 93 (1997); In re Applications of NYNEX Corp., Transferor, and Bell Atl. Corp., Transferee, Memorandum Opinion and Order, 12 FCC Rcd. 19985, 20097-98 ¶ 246-56 (1997); In re Applications of Craig O. McCaw, Transferor and Am. Tel. & Tel. Co, Transferee, Memorandum Opinion and Order, 9 FCC Rcd. 5836, 5909 ¶ 137 n.300 (1994), aff'd sub nom. SBC Commc'ns Inc. v. FCC, 56 F.3d 1484 (D.C. Cir. 1995), recons. in part, 10 FCC Rcd. 11786 (1995).

<sup>&</sup>lt;sup>156</sup> See supra n.1.

<sup>&</sup>lt;sup>157</sup> See 47 C.F.R. § 1.948(i) (2007) (noting that the Commission may request additional information regarding trafficking if it appears that a transaction involves unconstructed authorizations that were obtained for the principal purpose of speculation); id. § 101.55(c)-(d) (permitting transfers of unconstructed microwave facilities that are "incidental to a sale of other facilities or merger of interests").

years.<sup>158</sup> Nevertheless, the Applicants are filing the Merger Agreement in the form in which it was filed with the Securities and Exchange Commission.

## C. Blanket Exemption to Cut-Off Rules

The public notice announcing this transaction will provide adequate notice to the public with respect to the licenses involved, including any for which license modifications are now pending. Therefore, no waiver needs to be sought from Sections 1.927(h) and 1.929(a)(2) of the Commission's rules to provide a blanket exemption from any applicable cut-off rules in cases where the Applicants file amendments to pending applications to reflect the consummation of the proposed transfers of control. <sup>159</sup>

#### D. <u>Designated Entity Issues</u>

The unjust enrichment provisions of Section 1.2111 of the Commission's rules are not implicated by the instant transaction. None of the licenses over which control is being acquired is subject to FCC installment payment financing. None of the C or F Block PCS licenses over which control is being acquired was acquired with bidding credits within the last five years.

And, all closed C and F Block PCS licenses over which control is being acquired have been constructed pursuant to the requirements of Section 24.203 of the FCC's rules, and the requisite construction notices have been filed.

<sup>&</sup>lt;sup>158</sup> See id. § 1.2111(a).

 $<sup>^{159}</sup>$  See In re Applications of Ameritech Corp. and GTE Consumer Servs. Inc., Memorandum Opinion and Order, 15 FCC Rcd. 6667, 6668  $\P$  2 n.6 (WTB 1999); In re Applications of Comcast Cellular Holdings, Co. and SBC Commc'ns Inc., Memorandum Opinion and Order, 14 FCC Rcd. 10604, 10605  $\P$  2 n.3 (WTB 1999).

## IX. CONCLUSION

For the foregoing reasons, the Commission should conclude that the merger of AT&T and Dobson serves the public interest, convenience and necessity and should expeditiously grant the applications to transfer control of Dobson's FCC authorizations and *de facto* transfer spectrum leases to AT&T.

Appendix A

Cellular and PCS Overlaps

		County	AT&T (MHz)	Dobson (MHz)	Combined (MHz)
		Madison			
053	Syracuse, NY	Onondaga	55	15*	55
		Oswego			
064	Grand Rapids, MI	Kent	30	0	30
004	Ciaid Rapids, Wi	Ottawa	30	35*	65
066	Youngstown, OH	Trumbull	50	2.5	0.5
000	1 oungstown, OH	Mahoning	50	35	85
		Clinton	.,		
078	Lansing, Ml	Eaton	40	0	40
0/8	Lansing, ivii	Ingham			
İ		Ionia	40	20*	60
		Bay	20	1.0	1
094	Saginaw, MI	Saginaw	30	10	40
		Midland	30	20	50
130	Erie, PA	Erie	50	45	95
	Orange County, NY	Orange	30	25	55
	Poughkeepsie, NY	Dutchess	40*	35*	75
	Muskegon, MI	Muskegon			
181		Oceana	20	35	55
187	Anchorage, AK	Anchorage	10	67*	77
		Chippewa	10		
232	Eau Claire, WI	Eau Claire		35	45
238	Sharon, PA	Mercer	50	45	95
	Hagerstown, MD	Washington	40	25	65
	Wausau, WI	Marathon	10	25	35
		Allegany			
269	Cumberland, MD-WV	Mineral	30	25	55
294	San Angelo, TX	Tom Green	15	10	25
	Enid, OK	Garfield	30	35	65
	Alton-Granite City, IL	Jersey	40	25	65
		Fairbanks North Star	1		
1		Southeast Fairbanks	7.6*	59.4*	67
1		Yukon-Koyukuk	/		]
315	Alaska I - Wade Hampton	Wade Hampton	1		
	- man rampton	North Slope	10	42*	52
- 1		Northwest Arctic		44.	32
		Nome Northwest Arctic	10	67*	77

<sup>\*</sup> See attached notes.

CMA	Name	County		Dobson (MHz)	Combined (MHz)
		Aleutians East Aleutians West Bethel	10	42*	52
316	Alaska 2 - Bethel	Bristol Bay Dillingham Lake and Peninsula	35	42*	77
		Kenai Peninsula Kodiak Island Matanuska-Susitna	10	67*	77
		Valdez-Cordova	35	6 <b>7*</b>	77*
317	Alaska 3 - Haines	Haines Juneau Ketchikan Gateway Prince of Wales Sitka Skagway-Hoonah-Angoon Wrangell-Petersburg Yakutat	7.6*	59.4*	67
318	Arizona 1 - Mohave	Mohave	40*	25	65
	Kansas 5 - Brown	Atchison Leavenworth	55	35	90
432		Doniphan	45	35	80
		Jackson	10*	35	35
		Brown	20	35	55
		Chautauqua Montgomery Wilson	30	20	50
442	Kansas 15 - Elk	Cherokee Elk	30	0	30
		Crawford Labette Neosho	20	0	20
446	Kentucky 4 - Spencer	Anderson Mercer Hardin Larue Nelson Spencer	30	25	55
		Green Marion Taylor Washington	30	35	65

<sup>\*</sup> See attached notes.

СМА		County	AT&T	Dobson (VHz)	Combined (VIHz)
		Adair	31200	**************************************	SECSA CALLED SECTION
		Clinton			1
		Cumberland	30	35	65
		Metcalfe			0.5
l		Monroe			
447	Kentucky 5 - Barren	Barren			
		Hart	30	25	55
		Wayne	45	25	70
		McCreary			
		Russell	45	35	80
		Boyle			
		Garrard	55	25	80
		Madison			
	W	Casey	70	35	105
448	Kentucky 6 - Madison	Laurel	30	25	55
		Lincoln	55	35	90
		Pulaski	45	25	70
		Rockcastle	30	25	55
		Bath			00
		Fleming	55	35	
		Menifee			
		Montgomery			90
450	Varieta - la con Managa	Nicholas			
450	Kentucky 8 - Mason	Rowan			
		Bracken	25	0.5	
		Mason	35	35	70
		Robertson	55	10	65
		Lewis	65*	25	90
467	Maryland 1 - Garrett	Garrett	30	25	55
469	Maryland 3 - Frederick	Frederick	40	25	65
		Baraga			
		Houghton			-
		Keweenaw			
		Dickinson	10	25	35
472	Michigan 1 - Gogebic	Iron			
		Marquette			
		Menominee			
		Gogebic	0	35	35
		Ontonagon		JJ	33

<sup>\*</sup> See attached notes.

CMA	News	Conny	A)&r 1 ((/18)	Dobson //	Combined (MH2)
		Mackinac			
473		Chippewa	30	65	95
	Michigan 2 - Alger	Luce			
4/3	Wildingan 2 - Aiger	Delta	10	2.5	
		Schoolcraft	10	35	45
		Alger	10	25	35
		Charlevoix	20	60	
		Emmet	30	60	90
474	Michigan 3 - Emmet	Grand Traverse			
		Kalkaska	30	50	80
		Antrim			
		Alpena			
		Montmorency	40	<i>(5</i>	105
		Presque Isle	40	65	105
475	Michigan 4 - Cheboygan	Alcona			
7/3	Witchigan 4 - Cheooygan	Cheboygan	30	60	00
		Otsego	30		90
		Crawford	40	15	0.5
		Oscoda	40	45	85
		Lake	40	60	100
		Mason	20	60	80
		Benzie			
476	Michigan 5 - Manistee	Missaukee		50	80
770	Whengan 5 - Wanistee	Osceola	30		
		Leelanau	30		
		Manistee			
		Wexford			
		Clare	35	35*	70
		Arenac			
477	Michigan 6 - Roscommon	losco			
7//	Coscommon	Ogemaw	40	20	60
		Gladwin			
		Roscommon			
		Newaygo			
		Mecosta	40	35	75
478	Michigan 7 - Newaygo	Montcalm			
		Isabella	35	35*	70
		Gratiot	33		70
		Huron			
481	Michigan 10 - Tuscola	Tuscola	40	35	75
		Sanilac			i

<sup>\*</sup> See attached notes.

CMA	Name	County	AT&T (ME2)	Dobson (MHz)	Combined (MH2)
		Becker			
		Swift	0	35	35
		Otter Tail			
		Grant	10	35*	45
		Todd		55	15
		Wilkin	0	25	25
486	Minnesota 5 - Wilkin	Big Stone	1 1		
		Traverse	10	25	35
		Douglas		20	
		Pope			
		Stevens	10	35	45
		Wadena		~~	
		Aitkin			
		Cass	0	25	25
		Crow Wing			
		Carlton	0	45	45
		Hubbard	0	35	35
487	Minnesota 6 - Hubbard	Isanti	45	10	55
		Kanabec		25	5.5
		Pine	20	35	55
		Mille Lacs	45*	35*	55*
		Morrison	10	25	35
		Atchison			
		Gentry			
504	Missouri 1 - Atchison	Holt	20	35	55
		Nodaway			
		Worth			
		Grundy	30	35	65
		Harrison	20	25	55
505	Missouri 2 - Harrison	Mercer	20	35	
		Putnam	30	0	30
		Sullivan	30	U	30
		Caldwell			
		Livingston	30	35	65
507	Minami A. D. Matt	Carroll	30	33	05
507	Missouri 4 - De Kalb	Clinton			
		Daviess	20	35	55
		DeKalb	20		,,,,
		Chariton	20	0	20
		Randolph		U	<u> 1</u>
508	Missouri 5 - Linn	Linn	30	35	65
		Macon	30	0	30
1		Shelby	40	0	40

<sup>\*</sup> See attached notes.

New York 3 - Chautauqua	CMA	Name	County:	AT&T (MHz)	Döbsen (MH2)	Ombided (MHz)
Second   Second   Chautauqua   Second   Second	unel ellaten		Allegany	25*	20*	
New York 3 - Chautauqua			Cattaraugus	33*	30™	65
Steuben   30   35   65	561	Novy Vorte 2 Chautourus		45*	30*	75
New York 4 - Yates	1 201	New York 3 - Chautauqua	Genesee			
New York 4 - Yates			Steuben	30	35	65
New York 4 - Yates			Wyoming	=		
Cortland Chenango   Chenango   Schuyler   Seneca   Sobuyler   Seneca   Yates   Tompkins   60   0   60				5.5	1.5 %	£ £
New York 4 - Yates			Cortland	) ))	13"	22
Seneca   Yates   Tompkins   60   0   60			Chenango			
Seneca   Yates   Tompkins   60   0   60	562	New York 4 - Yates	Schuyler	5.5		<i>5.5</i>
Tompkins   Go   Go   Go			Seneca	33	. 0	33
Delaware   Otsego   30   35   65			Yates			
New York 5 - Otsego			Tompkins	60	0	60
New York 5 - Otsego   Sullivan   Schoharie   40   35   75			Delaware			
Schoharie		New York 5 - Otsego	Otsego	30	35	65
Schoharie	563		Sullivan			
Ulster				40	35	75
Section   Sect				40*	35*	75
Tuscarawas   Greene   Tuscarawas   Go   25   85			Columbia	40	25	7.5
Ohio 7 - Tuscarawas   60   25   85	364	New York 6 - Columbia	Greene		33	/3
Monroe   Harrison   Muskingum   40   25   65				60	25	85
Ohio 7 - Tuscarawas   Harrison   Muskingum   40   25   65	1			20	25	5.5
Muskingum   40   25   65     Guernsey   15   25   40     Noble   15   35   50     Athens   Meigs   40   0   40     Morgan   Vinton   Hocking   80*   25*   80*     Perry   65*   25*   65*     595   Ohio 11 - Columbiana   Columbiana   50   45   95     S97   Oklahoma 2 - Harper   Woods   Ellis     Harper   20   35   55	-01	01: 7 7	Harrison	20	33	>>
Guernsey   15   25   40     Noble   15   35   50     Athens   Meigs   40   0   40     Morgan   Vinton   Hocking   80*   25*   80*     Ferry   65*   25*   65*     System   S	591	Ohio / - Tuscarawas		40	25	65
Noble   15   35   50				15	25	40
Athens   Meigs   40   0   40				15		50
594       Ohio 10 - Perry       Morgan Vinton       40						
594       Ohio 10 - Perry       Morgan Vinton       40			Meigs	40	^	40
Vinton   Hocking   80*   25*   80*	504	n   n   n	_	40	0	40
Hocking   80*   25*   80*     Perry   65*   25*   65*     595   Ohio 11 - Columbiana   Columbiana   50   45   95     Alfalfa	594	Ohio 10 - Perry				
Perry   65*   25*   65*     595   Ohio 11 - Columbiana   Columbiana   50   45   95     Alfalfa				80*	25*	80*
595         Ohio 11 - Columbiana         Columbiana         50         45         95           Alfalfa         Major         30         35         65           Woods         Ellis         Harper         20         35         55				65*	25*	65*
Alfalfa Major Woods  Coklahoma 2 - Harper  Alfalfa Major Woods  Ellis Harper  20 35 55	595	Ohio 11 - Columbiana	Columbiana			
Major   30   35   65     Woods   Ellis   Harper   20   35   55		7-2				
597 Oklahoma 2 - Harper Woods Ellis Harper 20 35 55			•	30	35	65
Ellis Harper 20 35 55			, -			
Harper   20   35   55	597	Oklahoma 2 - Harper				
			i	20	35	55
. ,			Woodward		-	

<sup>\*</sup> See attached notes.

СМА	Naue	Conty	Area Was	Dobson (VIH2)	Combined (VHz)
		Grant	20	0	20
		Kay	25	10	35
		Lincoln	2.5	^	
	Oklahoma 3 - Grant	Logan	35	0	35
		Noble	25	0	0.5
		Payne	25	0	25
		Pawnee	55	0	55
		Ottawa	20	10	30
		Washington	45	20	65
		Nowata	30	20	50
599	Oklahoma 4 - Nowata	Adair	30	20	30
		Cherokee			
		Craig	30	10	40
		Delaware			
- · · -		Blaine	45	0	45
		Kingfisher	43	U	43
600	Oklahoma 5 - Roger Mills	Custer	45	35	80
		Roger Mills	43	33	80
		Dewey	45	35*	80
	Oklahoma 6 - Seminole	Hughes			
		Okfuskee	20	35	55
		Seminole			
601		McIntosh		25	
		Muskogee	40		65
		Okmulgee			
		Pittsburg	20	25	45
		Harmon	20	0	20
		Greer	20		20
		Washita	20	35*	55
602	Oklahoma 7 - Beckham	Kiowa			
		Caddo	20	35	55
		Grady	20	55	33
		Beckham			
		Crawford	50	35	85
612	Pennsylvania 1 - Crawford	Forest	35	35	70
V12		Venango			
		Warren	45*	30*	75
		Cameron	35*	40*	75
613	Pennsylvania 2 - McKean	Elk	35*	30*	65
		McKean	35	20	
		Bradford	20	35	55
615	Pennsylvania 4 - Bradford	Wyoming			
		Sullivan	20	25	45

<sup>\*</sup> See attached notes.

CMA	Name		AP&T	Dobson (MHz)	Combined (MHz)
617		Armstrong Butler	30	25	55
617	Pennsylvania 6 - Lawrence	Clarion	35	35	70
		Lawrence	35	25	60
618	Pennsylvania 7 - Jefferson	Clearfield Jefferson	35	45	80
		Indiana	25	35*	60
620	Pennsylvania 9 - Greene	Fayette	30	25	55
020	Femisylvania 9 - Greene	Greene	30	35	65
		Bedford	35	25	60
621	Pennsylvania 10 - Bedford	Franklin Fulton	65	0	65
653	Texas 2 - Hansford	Armstrong Carson Collingsworth Donley Gray Hansford Hemphill Hutchinson Lipscomb Ochiltree Roberts Wheeler	30	25	55
		Bosque Hill Brown Comanche Mills	45*	35 35	80 45
660	Texas 9 - Runnels	Coleman	25	25	50
	1 Total of Training	Eastland	50	25	75
		Erath	55*	35	90
		Hamilton	30	35	65
		Somervell	55	35	90
		Runnels	35	25	60

<sup>\*</sup> See attached notes.

CMA	Name	en e	Ange	Dobson	Combined
	A STATE OF THE STA		(MEE)	(MH <sub>2</sub> )	(MH2)
······································		Anderson	30 55*	35 35	65 90
		Henderson	33*		90
		Falls	20	35	55
		Limestone			
661	Texas 10 - Navarro	Navarro	45	25	70
		Freestone	55*	25	80
		Van Zandt	55	25	80
		Leon Robertson	- 33	2.5	80
			30	25	55
		Milam			
		Llano	5*	4.5	50
		Blanco	3*	45	30
		Burnet Kendall			
		1	£ *	25	40
		Gillespie	5*	35	40
	7 15 0 1	Kerr		1.5	45
666	Texas 15 - Concho	San Saba	0	45	45
ļ		Lampasas	20	35	55
		McCulloch			
		Mason	1.6	4.5	(0)
		Concho	15	45	60
		Menard			
		Kimble			
		Austin			
		Colorado		25	
		Fayette	65		90
		Matagorda			
		Washington	ł		
		Wharton			
667	Texas 16 - Burleson	Burleson	55	25	80
		Bastrop			
		Caldwell	45	25	70
		Lee			<u></u>
		Jackson	55	35	90
		Lavaca			<u> </u>
		Gonzales	35	25	60
		Buchanan	20	10	30
		Lee	40	0	40
681	Virginia 1- Lee	Russell			
001	virginia 1- Lee	Wise	40	15	55
		Norton City	10	1.5	"
		Dickenson			

<sup>\*</sup> See attached notes.

CMA	Name	do no	AT&E.	Dobson ((VHz)	Computed (MHz)
		Bland			
		Tazewell	30	25	55
(02	Ministrate O. W	Galax City	l		
682	Virginia 2 - Tazewell	Grayson	4.0		
		Wythe	40	0	40
		Smyth			
		Carroll			
		Floyd			
		Montgomery	40	0	40
683	Virginia 3 - Giles	Pulaski	1		
		Radford City	·		
		Giles	40	10	50
		Patrick	45	0	45
		Alleghany			
		Clifton Forge City	40	10	50
		Covington City			
685	Virginia 5 - Bath	Bath		0	40
		Rockbridge	40		
		Buena Vista City	40		
1		Lexington City			
		Doddridge	10*		
		Lewis		45*	55
		Gilmer			
702	West Virginia 2 - Wetzel	Pleasants	•	24	
	_	Ritchie	30	35	65
		Tyler	20	2.5	
		Wetzel	20	35	55
		Barbour			
		Harrison	10*	55*	65
703	West Virginia 3 - Monongalia	Taylor			
703	west virginia 3 - Monongana	Marion			
		Monongalia	20	45	65
		Preston			
		Braxton			
		Clay			
		Nicholas			
705	Wost Virginia 5 Tueller	Webster	10	10	20
703	West Virginia 5 - Tucker	Pocahontas		10	20
		Randolph			
		Tucker			
		Upshur			

<sup>\*</sup> See attached notes.

CIVIA	Name	t in the County	APKANS (Alia)	Dobson (VIE2)	eominica (VIII)
eren dinagn		Wyoming	20	45	65
		Boone			
706	When View in the Co. I.	Lincoln	45	0	45
706	West Virginia 6 - Lincoln	Logan	65	20*	85
		Mingo	55	10	65
		McDowell	20	35	55
		Fayette	20	35	55
		Greenbrier			
707	West Virginia 7 Delaish	Monroe	20	2.5	<i>-</i> -
/0/	West Virginia 7 - Raleigh	Raleigh	30	35	65
		Summers			
		Mercer	30	25	55
		Polk			
708	Wisconsin 1 - Burnett	Burnett	20	25	<i></i>
708	Wisconsin 1 - Burnett	Washburn	20	35	55
		Barron			
	Wisconsin 2 - Bayfield	Ashland			<u></u>
		Bayfield		45	4.5
709		Price	0		45
709		Sawyer			
		Iron	0	35	35
		Rusk	20	35	55
		Florence			
		Taylor			
		Oneida		1	
710	Wisconsin 3 - Vilas	Forest	10	25	35
		Langlade			
		Lincoln			
		Vilas			
		Marinette	10	25	35
711	Wisconsin 4 - Marinette	Menominee			
/11	wisconsin 4 - Mannette	Oconto	20	25	45
		Shawano			
		Buffalo	20	0	20
712	Wissensin & Disease	Dunn	10	2.5	4.5
712	Wisconsin 5 - Pierce	Pepin	10	35	45
		Pierce	20	35	55
		Jackson			
713	Wisconsin 6 Transpolate	Monroe	20	0	20
/13	Wisconsin 6 - Trempealeau	Trempealeau			
		Clark	10	25	35

<sup>\*</sup> See attached notes.

#### Notes:

- 1. This chart states how much cellular and PCS spectrum AT&T and Dobson hold in CMAs in which both carriers have such holdings. All controlling interests and all ownership interests of more than 10 percent are attributed. Leased spectrum is treated as noted.
- 2. In CMA053, the 15 MHz attributed to Dobson includes 3.7 MHz that Dobson is leasing to T-Mobile on a short-term basis.
- 3. In CMA064, in Ottawa County, Dobson holds 35 MHz in Spring Lake and Grand Haven Townships only, and no spectrum elsewhere.
- 4. In CMA078, in Ionia County, Dobson holds 20 MHz in Otisco Township only, and no spectrum elsewhere.
- 5. In CMA151, Dobson leases 10 MHz of spectrum from AT&T. This spectrum is counted in Dobson's spectrum total, but not AT&T's.
- 6. In CMAs 187, 315, 316, and 317, Dobson leases 12 MHz from GCI. This spectrum is counted in Dobson's spectrum total.
- 7. In CMA315, in Fairbanks North Star Borough, Southeast Fairbanks Census Area, and Yukon-Koyukuk Census Area, and in CMA 317, Dobson leases 2.4 MHz from AT&T. This spectrum is counted in Dobson's spectrum total, but not AT&T's.
- 8. In CMA316, in the Valdez-Cordova Census Area, AT&T has a noncontrolling attributable interest in Cordova Wireless, which holds a cellular license in part of the census area, and Dobson holds the license in the same band in the rest of the census area. That 25 MHz is included in the spectrum totals for both AT&T and Dobson but is included only once in the combined spectrum total.
- 9. In CMA318, AT&T leases 5 MHz to T-Mobile, and T-Mobile leases 5 MHz to AT&T. The spectrum leased by AT&T is counted in AT&T's spectrum total while the spectrum leased from AT&T is not counted in AT&T's spectrum total.
- 10. In CMA432, in Jackson County, AT&T leases 10 MHz to T-Mobile. This spectrum is not counted in AT&T's spectrum total.
- 11. In CMA450, in Lewis County, AT&T leases 10 MHz from T-Mobile. This spectrum is counted in AT&T's spectrum total.
- 12. In CMA477, in Clare County, and in CMA478, in Isabella and Gratiot Counties, Dobson leases 5 MHz from AT&T. This spectrum is counted in Dobson's spectrum total, but not AT&T's.
- 13. In CMA486, in Otter Tail, Grant, and Todd Counties, Dobson leases 10 MHz from T-Mobile. This spectrum is counted in Dobson's spectrum total.

- 14. In CMA487, in Mille Lacs County, AT&T holds a cellular license in part of the county, and Dobson holds a cellular license in the same band elsewhere in the county. That 25 MHz is included in the spectrum totals for both AT&T and Dobson but is included only once in the combined spectrum total.
- 15. In CMA561, in Allegany, Chautaqua, and Cattaraugus Counties, Dobson leases 5 MHz of spectrum from AT&T. This spectrum is counted in Dobson's spectrum total, but not AT&T's.
- 16. In CMA562, in Cayuga and Cortland Counties, the 15 MHz attributed to Dobson includes 3.7 MHz that Dobson is leasing to T-Mobile on a short-term basis.
- 17. In CMA563, in Ulster County, Dobson leases 10 MHz of spectrum from AT&T. This spectrum is counted in Dobson's spectrum total, but not AT&T's.
- 18. In CMA594, in Perry and Hocking Counties, AT&T holds a cellular license in part of the county, and Dobson holds a cellular license in the same band elsewhere in the county. That 25 MHz is included in the spectrum totals for both AT&T and Dobson but is included only once in the combined spectrum total.
- 19. In CMA600, in Dewey County, Dobson holds a cellular license for only part of the county. That 25 MHz license is included in Dobson's spectrum total.
- 20. In CMA602, in Washita County, Dobson leases 10 MHz from T-Mobile. This spectrum is counted in Dobson's spectrum total.
- 21. In CMA612, in Warren County, Dobson leases 5 MHz of spectrum from AT&T. This spectrum is counted in Dobson's spectrum total, but not AT&T's.
- 22. In CMA613, Dobson leases 5 MHz from AT&T. This spectrum is counted in Dobson's spectrum total, but not AT&T's.
- 23. In CMA618, in Indiana County, Dobson leases 10 MHz from AT&T. This spectrum is counted in Dobson's spectrum total, but not AT&T's.
- 24. In CMA660, in Bosque and Hill Counties, AT&T holds a cellular license for only part of the county. That 25 MHz license is included in AT&T's spectrum total. In Erath County, AT&T holds a cellular license for only part of the county. That 25 MHz license is also included in AT&T's spectrum total.
- 25. In CMA661, in Van Zandt County, AT&T holds a cellular license for only part of the county. That 25 MHz license is included in AT&T's spectrum total. In Henderson County, AT&T holds 30 MHz in most of the county and 55 MHz in the rest of the county.
- 26. In CMA666, in Llano, Blanco, Burnett, Kendall, Gillespie, and Kerr Counties, AT&T leases 5 MHz of spectrum from T-Mobile. This spectrum is included in AT&T's spectrum total.

- 27. In CMA702, in Doddridge, Gilmer, and Lewis Counties, Dobson leases 10 MHz of spectrum from AT&T. This spectrum is counted in Dobson's total, but not AT&T's.
- 28. In CMA703, in Barbour, Harrison, and Taylor Counties, Dobson leases 10 MHz of spectrum from AT&T. This spectrum is counted in Dobson's spectrum total, but not AT&T's.
- 29. In CMA706, in Logan County, Dobson leases 10 MHz from T-Mobile. This spectrum is counted in Dobson's spectrum total.

Appendix B

# **CMAs Where AT&T and Dobson Compete**

GWA	Name			Spectrum Holders
		Number	Names	
66	Youngstown, OH	7	Alltel AT&T Dobson Revol Sprint T-Mobile Verizon	Alltel Atlantic* AT&T Dobson Leap (Cricket)* Revol SpectrumCo* Sprint T-Mobile Verizon
94	Saginaw, MI	6	Alltel AT&T Dobson Sprint T-Mobile Verizon	Alltel AT&T Centennial Dobson Leap (Cricket) Metro PCS* SpectrumCo* Sprint T-Mobile Verizon
130	Erie, PA	6	AT&T Blue Wireless Dobson Sprint T-Mobile Verizon	AT&T Blue Wireless Dobson Leap (Cricket)* SpectrumCo* Sprint T-Mobile Verizon
151	Poughkeepsie, NY	5	AT&T Dobson Sprint T-Mobile Verizon	AT&T Dobson Metro PCS* SpectrumCo* Sprint T-Mobile Verizon

	Name	angeren 114 22-saxon 114 22-saxon 114 111 10 22 14		Spectrum Holders
181	Muskegon, MI	6	Alltel AT&T Centennial Dobson Sprint Verizon	Alltel AT&T Centennial Dobson Leap (Cricket) Metro PCS* SpectrumCo* Sprint T-Mobile* Verizon
238	Sharon, PA	5	AT&T Dobson Sprint T-Mobile Verizon	Atlantic Wireless* AT&T Dobson Leap (Cricket)* SpectrumCo* Sprint T-Mobile Verizon
257	Hagerstown, MD	5	AT&T Dobson Sprint T-Mobile US Cellular	AT&T Dobson NTELOS SpectrumCo* Sprint T-Mobile US Cellular Verizon
294	San Angelo, TX	6	Alltel AT&T Dobson Sprint T-Mobile West Central Wireless	Alenco* Alltel AT&T Central Texas* Dobson Global Leap (Cricket)* Sprint T-Mobile Verizon West Central
302	Enid, OK	6	AT&T Dobson Pioneer Sprint T-Mobile US Cellular	AT&T Dobson Leap (Cricket)* Pioneer SpectrumCo* Sprint T-Mobile US Cellular Verizon

	Naive	Con Number	patitors Names	Specium Holders
318	Arizona 1 - Mohave	5	AT&T Dobson Mohave Wireless Sprint T-Mobile	Alltel AT&T Dobson Leap (Cricket)* Metro PCS* Mohave Wireless SpectrumCo* Sprint T-Mobile Verizon Von Donop
432	Kansas 5 - Brown	7	Alltel AT&T Cricket Dobson T-Mobile Sprint Verizon	Alltel AT&T Dobson Leap (Cricket) Lynch* Poplar PCS SpectrumCo* St. Joseph PCS Sprint T-Mobile US Cellular Verizon
442	Kansas 15 - Elk	8	Alltel AT&T Dobson Pioneer Sprint T-Mobile US Cellular Verizon	Alltel AT&T Cable One* Cook Inlet Dobson Leap (Cricket) Nextwave* NTCH Pioneer Poplar PCS SpectrumCo* Sprint T-Mobile US Cellular Verizon
446	Kentucky 4 - Spencer	6	AT&T Bluegrass- Cellular Dobson Sprint T-Mobile Verizon	Alaska Native AT&T Bluegrass Cellular Dobson Leap (Cricket)* SpectrumCo* Sprint T-Mobile US Cellular* Verizon